

	A	B	C	D	E	F	G
	JE Date		Due to Outside		Due to Inside	Description	
1							
2							
3							
4		12/31/2008 Pinnacle Grading owes Jim Rhodes	82,150.00			Rent expense for Kingman House	
5							
6		12/31/2008 Jim Rhodes owes Pinnacle Grading			13,574.00	Motorcycle track work performed by Pinnacle	
7							
8		12/31/2008 Pinnacle Equipment owes Pinnacle Grading			32,853.00	Adjust equipment lease charges	
9	Included on 12/31/08 consolidation	Pinnacle Grading owes Pinnacle Equipment	821,139.70				
10							
11		12/31/2008 DCI owes Pinnacle Grading			58,800.00	Palm Hills work performed by Pinnacle	
12							
13		12/31/2008 DCI owes RDD			73,450.82	Overhead allocation	
14							
15		12/31/2008 Jim Rhodes owes Rhodes Ranch GP			11,532.00	Reimbursement of model rent	
16							
17		12/31/2008 Jim Rhodes owes RDD			26,908.00	Reimbursement of model rent	
18							
19		12/31/2008 Harmony owes RDD			217,440.72	Overhead allocation	
20							
21		12/31/2008 Custom Quality owes RDD			84,508.98	Overhead allocation	
22							
23		12/31/2008 Sedora owes RDD			430,360.06	Overhead allocation	
24							
25		12/31/2008 RDD owes Jim Rhodes	389,157.92			Compensation paid personally	
26							
27		12/31/2008 Rhodes Homes Arizona owes Jim Rhodes	1,308,942.75			Compensation paid personally	827,858.80 - cleared with 1,050,133.99 transfer on 3/20/09
28							
29		12/31/2008 Heritage owes Sagebrush	39,025.30			Reimburse legal expenses paid by Sagebrush	Cleared with 1,050,133.99 transfer on 3/20/09
30	Included on 12/31/08 consolidation	Heritage owes Sagebrush	83,209.89				Cleared with 1,050,133.99 transfer on 3/20/09
31							
32		12/31/2008 Heritage owes Sedora	187,901.66			Reimburse legal expenses paid by Sedora	
33							
34	Included on 12/31/08 consolidation	Desert Communities owes Rhodes Homes Arizona			209,350.27		
35							
36	Included on 12/31/08 consolidation	Tribes owes DCI	110.41				
37							
38		12/31/2008 Sagebrush owes Jim Rhodes	1,423,809.34			Compensation paid personally	
39							
40		3/31/2009 Harmony owes RDD			13,590.04	January 09 overhead allocation	
41							
42		3/31/2009 Custom Quality owes RDD			5,906.81	January 09 overhead allocation	
43							
44		3/31/2009 Sedora owes RDD			26,897.50	January 09 overhead allocation	
45							
46		3/31/2009 DCI owes RDD			4,591.29	Overhead allocation	
47							
48		3/31/2009 Jim Rhodes owes RDD			3,507.68	Nonemployee salary	
49							
50		3/31/2009 DCI owes RHA			18,541.07	Jacob Hansen Feb, Mar 09 Salary	
51							
52		3/31/2009 Sagebrush owes RDD			45,000.00	Jared Marks - Clayton Rice recruiting fee	
53							
54		3/31/2009 Harmony owes RDD			19,000.00	Accountants Inc - Michelle Fryatt recruiting fee	
55							
56							
57		Noted in Jim Main's Report					
58							
59							
60							
61							
62		Inside owes Outside	1,365,009.79	a/b 1,503,044.18		formula didn't include D16	
63		Transferred March 08	1,050,133.99	1,050,133.99			
64							
65			314,875.80	452,910.19			
66				500,478.15			
67				(47,567.95)			
68							
69							
70							
71							
72							
73							
74							
75							
76							
77							
78							
79							
80		Overhead Allocation Adjustments to Remove Jan '08 amounts					
81							
82		Rhodes Design & Development					
83		Due from Harmony Homes		13,590.04			
84		Due from CQH		5,906.81			
85		Due from Sedora		26,897.50			
86		Due from DCI		4,591.29			
87		Overhead Revenue Reimbursement	50,985.64				
88		To adjust previous overhead allocation adjustment to remove Jan '09 portion					
89							
90		Harmony Homes					
91		Due to RDD	13,590.04				
92		Overhead Allocation Expense		13,590.04			
93		To adjust previous overhead allocation adjustment to remove Jan '09 portion					
94							
95		CQH					
96		Due to RDD	5,906.81				
97		Overhead Allocation Expense		5,906.81			
98		To adjust previous overhead allocation adjustment to remove Jan '09 portion					
99							
100		Sedora					
101		Due to RDD	26,897.50				
102		Overhead Allocation Expense		26,897.50			
103		To adjust previous overhead allocation adjustment to remove Jan '09 portion					
104							
105		Desert Communities					
106		Due to RDD	4,591.29				
107		Overhead Allocation Expense		4,591.29			
108		To adjust previous overhead allocation adjustment to remove Jan '09 portion					

Rhodes Homes Arizona
Reconciliation of Inter-Company Accounts
February 28, 2010

	RHA	RAP	DCI	EIL	Pinnacle
1250.0001 Rhodes Design					
1250.0003 Rhodes Ranch					
1250.0006 Desert Communities	4,140.41				
1250.0015 Sagebrush					
1250.0022 Sedora Holdings					
1250.0043 Pinnacle Grading					
1250.0047 RAP	426,796.37				
1250.2000 Rhodes Companies LLC					
1250.0007 Elkhorn Investments	1,919,830.74				
2190.0001 Rhodes Design					
2190.0015 Sagebrush					
2190.0022 Sedora Holdings					
2190.0024 Rhodes Homes Arizona		(426,796.37)	(4,140.41)	(1,919,830.74)	
2190.0043 Pinnacle Grading	(893.37)				
2190.0047 RAP					
2190.0099 J. Rhodes	(151,999.01)				
2190.2000 Rhodes Companies LLC					
		0.00	0.00	0.00	0.00

Rhodes Homes ARIZONA

Transaction Report

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12-01-2008 to 03-31-2010

Accounting Date	Ref1	Job	Invoice	Description	Beginning Balance	Debit	Credit	End Balance
rha-0000-00-2190.0099 Due to Affiliate - J. Rhodes								
12-31-2008				Rec compensation paid personal			1,308,942.75-	
03-31-2009				Adj coding for hlc/sei/jmr pym		✓ 927,898.80		
03-31-2009				3.09 Adjust interco balances		- 229,044.94		
Account Totals for Due to Affiliate - J. Rhodes					.00	1,156,943.74*	1,308,942.75-*	151,999.01-
Report Totals:					.00*	1,156,943.74*	1,308,942.75-*	151,999.01-*

Rhodes Homes ARIZONA

Transaction Report

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05-21-2009 to 05-21-2009

Accounting Date	Ref1	Job	Invoice	Description	Beginning Balance	Debit	Credit	End Balance
				rha-0000-00-0100.0000 Undeposited Funds				
05-21-2009				Offset RHA invoices to SUG ar		97,290.65		
				Account Totals for Undeposited Funds	98,990.01-	97,290.65*	.00*	1,699.36-
				Report Totals:	98,990.01-*	97,290.65*	.00*	1,699.36-*

Rhodes Homes ARIZONA

Transaction Report

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03-01-2009 to 03-31-2010

Accounting Date	Ref1	Job	Invoice	Description	Beginning Balance	Debit	Credit	End Balance
rha-0000-00-2810.1000 Notes Payable-Heritage								
03-31-2009				2.09 hlc interest			739,930.60-	
03-31-2009				reverse entry batch 5422		739,930.60		
03-31-2009	RHAFNGEN			3.09 hlc sweep			302,948.07-	
03-31-2009				3.09 hlc interest			754,439.24-	
03-31-2009				Adj coding for hlc/sei/jmr pym			927,898.80-	
03-31-2009				3.09 addtl hlc int			6,190.24-	
04-30-2009				4.09 hlc interest			778,989.47-	
05-21-2009				Offset RHA invoices to SUG ar			97,290.65-	
05-31-2009	RHAFNGEN			5.09 sweep hlc		776,977.28		
05-31-2009				5.09 hlc interest			784,848.77-	
06-30-2009	RHAFNGEN			6.09 hlc sweep			25,922.75-	
06-30-2009				6.09 hlc interest			790,959.20-	
07-31-2009	RHAFNGEN			7.09 hlc sweep		100,560.42		
07-31-2009				7.09 hlc interest			801,014.64-	
08-31-2009	RHAFNGEN			8.09 shl sweep			43,738.75-	
08-31-2009				8.09 hlc interest			811,323.11-	
09-30-2009	RHAFNGEN			9.09 hlc sweep			14,585.20-	
09-30-2009				9.09 hlc interest			822,537.28-	
10-31-2009	RHAFNGEN			10.09 hlc sweep			2,222.97-	
10-31-2009				10.09 hlc interest			833,624.12-	
11-30-2009	RHAFNGEN			11.09 hlc sweep		21,370.48		
11-30-2009				11.09 hlc interest			844,619.01-	
12-31-2009	RHAFNGEN			12.09 hlc sweep			33,602.42-	
12-31-2009				12.09 hlc interest			855,969.94-	
01-31-2010	RHAFNGEN			1.10 hlc sweep			30,786.56-	
01-31-2010				1.10 hlc interest			867,820.27-	
02-28-2010	RHAFNGEN			2.10 hlc sweep			38,660.22-	
02-28-2010				2.10 hlc interest			879,862.46-	
03-31-2010	RHAFNGEN			3.10 hlc sweep			46,997.39-	
03-31-2010				3.10 hlc interest			892,173.47-	
Account Totals for Notes Payable-Heritage					56,392,596.30-	1,638,838.78*	13,028,955.60-*	67,782,713.12-
Report Totals:					56,392,596.30-	1,638,838.78*	13,028,955.60-*	67,782,713.12-*

Rhodes Homes ARIZONA

Transaction Report

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03-31-2009 to 03-31-2009

Accounting Date	Ref1	Job	Invoice	Description	Beginning Balance	Debit	Credit	End Balance
rha-0000-00-1250.0006 Due From Affiliates-Desert Communitie								
03-31-2009				dci supervision Feb-Mar 09		147.20		
03-31-2009				J Hansen Feb,Mar 09 Sal		19,541.07		
03-31-2009				3,09 Adjust interco balances			229,044.94-	
Account Totals for Due From Affiliates-Desert Communitie					209,356.67	19,688.27*	229,044.94-*	.00
Report Totals:					209,356.67*	19,688.27*	229,044.94-*	.00*

Rhodes Homes ARIZONA

Transaction Report

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03-31-2009 to 03-31-2009

Accounting Date	Ref1	Job	Invoice	Description	Beginning Balance	Debit	Credit	End Balance
dci-0000-00-3300.0015 Partners' Contributions-Sagebrush								
03-31-2009	DCIFNGEN			3.09 shl sweep			2,167.22-	
03-31-2009				3.09 shl-cqh sweep			96,987.11-	
03-31-2009				3.09 Adjust interco balances			229,044.94-	
03-31-2009				3.09 Adjust interco balances			48,576.00-	
03-31-2009				3.09 Adjust interco balances			88,602.17-	
03-31-2009				3.09 Adjust interco balances			10,244.00-	
03-31-2009				3.09 interco adj		20.00		
Account Totals for Partners' Contributions-Sagebrush					51,753,906.90-	20.00*	475,621.44-*	52,229,508.34-
Report Totals:					51,753,906.90-*	20.00*	475,621.44-*	52,229,508.34-*

Rhodes Homes ARIZONA

Transaction Report

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03-01-2009 to 03-31-2009

Accounting Date	Refl	Job	Invoice	Description	Beginning Balance	Debit	Credit	End Balance
dci-0000-00-2190.0024 DTA -- Rhodes Homes Arizona								
03-31-2009				Adj due to RHA			.40-	
03-31-2009				J Hansen Feb,Mar 09 Sal			19,541.07-	
03-31-2009				3.09 Adjust interco balances		229,044.94		
03-31-2009		4176-1004		DCI supervision Feb-Mar 09			136.81-	
03-31-2009		4695-1001		DCI supervision Feb-Mar 09			3.70-	
03-31-2009		4895-1001		DCI supervision Feb-Mar 09			6.69-	
Account Totals for DTA -- Rhodes Homes Arizona					209,356.27-	229,044.94*	19,688.67-*	.00
Report Totals:					209,356.27-*	229,044.94*	19,688.67-*	.00*